

Naval Postgraduate School
Department of National Security Affairs
International Economics

Fall Quarter 2006
NS 3040
Dr. Robert Looney

Office Glasgow 305
Office Hours MW 10-12, 3-4
and by appointment
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Class Webpage: <http://web.nps.navy.mil/~relooney>

COURSE OUTLINE

Texts

Thomas Pugel, **International Economics**, twelfth edition, Irwin/McGraw-Hill, 2003.

Charles Wheelan, **Naked Economics: Undressing the Dismal Science**, Norton, 2002.

Jim Eggert, **Invitation to Economics**, Mayfield Publishing, Company, 1991 (on the website).

Richard Kugler and Ellen Frost, **The Global Century, Globalization and National Security**, NDU Press, 2001 (-- a bit dated, but on the website).

ASSIGNMENTS

The assignments below are mainly from the texts. The main text, Pugel provides good background, but most of the class discussion will be on the papers posted on the website under "readings for next class". The Wheelan book provides a good background of economic thinking with some applications of economics to contemporary issues. All the papers and references that we will need for the course can be found on the website.

Introduction (September 25)

Pugel, chapter 1
Wheelan, forward, introduction

Basic Microeconomic Concepts (September 27)

Eggert, chapters 1, 2, 3, 4, 10, 11.
Wheelan, Chapter 1.

Topics in Microeconomics--Markets and Competition (October 2, 4)

Eggert, chapters 12, 13, 14, 15, 16, 17
Wheelan, Chapters 2, 3, 4

Introduction to the Theories of International Trade (October 11)

Pugel, chapters 2, 3
Wheelan, Chapter 5

Modern Theories of Trade (October 16)

Pugel, chapters 4, 5 and 6
Wheelan, Chapter 6

Tariffs and Non-Tariff Barriers (October 18)

Pugel, chapters 7, 8
Eggart, chapter 18.
Wheelan, Chapter 7

Arguments for and Against Protectionism (October 23)

Pugel, chapter 9
Jeffrey Sachs, Globalization and Patterns of Economic Development, Weltwirtschaftliches Archiv, 2000

Trade Agreements, Environment and US Policy—GATT/WTO (October 25)

Pugel, chapter 10, 12,

Security, Global Competition and United States Trade Policy (October 30)

David Denoon, Economics and National Security, Ch 10 in K&F

No Class November 1 – Chapel Hill Workshop on Iraq for the Marines

Economic Integration--North America/Europe (November 6)

Pugel, chapter 11

Trade Policy and Developing Countries (November 8)

Pugel, chapter 13.
Wheelan, Chapters 11, 12

MIDTERM EXAMINATION (November 13)

Balance of Payments, Introduction to Exchange Rates (November 15)

Pugel, chapters 15, 16, 17.

Determinants of Exchange Rates (November 20)

Pugel chapter 18, 19
Eggert, Chapter 19

Introduction to Macroeconomics/Balance of Payments Adjustment (November 22/27)

Eggart, chapters 5, 6, 7, 8 and 9.
Pugel, chapters 21, 22.
Wheelan, Chapters 9, 10

International Monetary System (November 29)

Pugel, chapters, chapters 23, 24
Dani Rodrik, How Far Will International Economic Integration Go? Journal of Economic Perspectives, Winter 2000

Factor Movements (December 4)

Pugel, chapter, 14

International Lending, Debt Crisis (December 4)

Pugel, chapter 20

Foreign Investment/Multinationals/Future Patterns of Globalization (December 6)

Eggert, Chapter 20
Wheelan, epilog

Final Examination (December 11, 2006, 8-10, Glasgow 115)

Course Grade

There are several options for a course grade:

Midterm and Country/Topic Paper (20 or so pages)--50% each

Midterm and Final Examination--50% each

For those who are thinking about a thesis with some economic content there is the option of a major research paper (30 or so pages)—100%